

UNS Electric, Inc.

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Tucson, AZ 85702-1720

RECEIVED

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Regulatory Services Coordinator, Legal Services

Arizona Corporation Commission

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Docket Control

1200 W. Washington

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January 22, 2015

ORIGINAL

Arizona Corporation Commission

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Re:

Notice of Filing -UNS Electric, Inc.'s CARES Report

Docket No. E-04204A-12-0504, Decision No. 74235

Enclosed please find the semi-annual report for UNS Electric, Inc.'s ("UNS Electric") Customer Assistance Residential Energy Support ("CARES") Discount Program. In compliance with Attachment J of the UNS Electric Settlement Agreement approved by Decision No. 74235 (December 31, 2014), UNS Electric is hereby reporting on CARES program participation levels, as well as program cost recoveries and expenditures related to the CARES program deferral account balance for July through December 2014.

In addition, UNS Electric is to report on any disconnections of CARES-Medical customers for non-payment and include an explanation for why the reported disconnections do not violate the provisions of Arizona Administrative Code R14-2-211. There was one disconnection due to death during the reporting period. Please see page 2 of the attached report for the information.

Finally, as required by Decision No. 74566 (June 20, 2014), UNS Electric is reporting an average increase in participation of approximately 0.94% from the previous reporting period.

If you have any questions, please contact me at (520) 884-3680.

Sincerely,

Melissa Morales Regulatory Services

Julie McNeely-Kirwan, ACC Compliance Section, ACC

UNS Electric, Inc. CARES Discount Program - Summary of Total Program Expenses

JULY - DEC 2014

| | | | | | | Administrative | Marketing |
|-----------|---------------|-----------------|------------|-------------|---------------|----------------|------------|
| | Participation | Change in Part. | kWh | Discount | Avg. Discount | Expenses | Expenses |
|]:VINC | 5.605 | 3 | 6,330,153 | \$16,951.02 | \$3.02 | \$2,576.17 | \$3,086.20 |
| Andust: | 5,664 | 29 | 5,935,532 | \$16,188.54 | \$2.86 | \$2,038.25 | \$139.60 |
| September | 5.734 | 202 | 5,630,833 | \$16,434.24 | \$2.87 | \$2,129.66 | \$205.10 |
| October | 5,828 | 96 | 4,432,511 | \$16,516.12 | \$2.83 | \$3,671.54 | \$1,455.48 |
| November | 5.942 | 114 | 2.876.081 | \$12,853.95 | \$2.16 | \$1,272.12 | \$0.00 |
| December: | 5,925 | -17 | 4,178,078 | \$15,690.25 | \$2.65 | \$2,420.49 | \$2,739.00 |
| Totals: | 34,698 | 323 | 29,383,188 | \$94,634.12 | \$2.73 | \$14,108.23 | \$7,625.38 |
| | | | | | | | |

| | | Avg. Discount | JULY - DEC 2014 | \$20.12 |
|--------------|---------------------|---------------|-----------------|--------------|
| Avg. Change | in Monthly Customer | Participation | JULY - DEC 2014 | 54 |
| Avg. Monthly | Customer | Participation | JULY - DEC 2014 | 5,783 |
| Total | Discount | and Expenses | JULY - DEC 2014 | \$116,367.73 |

UNS Electric, Inc. CARES Medical Discount Program - Summary of Program Discount and Count

JULY - DEC 2014

| | | | | | | Administrative | Marketing |
|-----------|---------------|-----------------|-----------|------------|---------------|----------------|-----------|
| | Participation | Change in Part. | kWh | Discount | Avg. Discount | Expenses | Expenses |
| Jake | | , 8- | 522,125 | \$1,800.34 | \$5.30 | \$0.00 | \$0.00 |
| Andust | 336 | 4 | 484,978 | \$1,674.81 | \$4.98 | \$0.00 | \$0.00 |
| September | 329 | 2- | 456,869 | \$1,674.37 | \$5.09 | \$0.00 | \$0.00 |
| October | 320 | တု | 365,666 | \$1,786.41 | \$5.58 | \$0.00 | \$0.00 |
| November | 318 | -2 | 219,743 | \$1,275.71 | \$4.01 | \$0.00 | \$0.00 |
| December: | 311 | -2 | 299,823 | \$1,528.59 | \$4.92 | \$0.00 | \$0.00 |
| Totals: | 1,954 | -37 | 2,349,204 | \$9,740.23 | \$4.98 | \$0.00 | \$0.00 |

| | | | | _ |
|--------------|---------------------|---------------|-----------------|------------|
| | | Avg. Discount | JULY - DEC 2014 | \$29.91 |
| Avg. Change | in Monthly Customer | Participation | JULY - DEC 2014 | (9) |
| Avg. Monthly | Customer | Participation | JULY - DEC 2014 | 326 |
| Total | Discount | and Expenses | JULY - DEC 2014 | \$9,740.23 |

Disconnections: